

2nd August 2023

BSE Limited
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai 400 001

Stock Code: 513375

The Manager
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051

Stock Code: CARBORUNIV

Dear Sir/Madam,

Sub.: Press Release- Unaudited Financial Results of the Company for the quarter ended 30th June 2023

With reference to the above captioned subject, we hereby enclose a copy of the press release issued by the Company in connection with the unaudited financial results for the quarter/ period ended 30th June 2023 for your information and record.

We request you to kindly take the same on record.

Thanking you

Yours faithfully,
For **Carborundum Universal Limited**

Rekha Surendhiran
Company Secretary

Carborundum Universal's Q1 FY 2023-24

**Consolidated Sales at Rs.1191 Crores
PAT at Rs.113 Crores**

**Standalone Sales at Rs.659 Crores
PAT at Rs.93 Crores**

Chennai, 02nd August 2023: The Board of Directors met today and approved the results for the quarter ended June 30, 2023.

Financial performance

Consolidated sales for the quarter ending June 30, 2023, increased by 6 percent to Rs.1191 Crores from Rs.1129 Crores in corresponding quarter of last year. This was contributed by strong performance across business segments. At standalone level, sales grew by 10 percent to Rs.659 Crores from Rs.600 Crores.

On a consolidated basis, profitability for the quarter recorded strong growth across all three segments. Profit after tax and non-controlling interest for the quarter grew by 44 percent to Rs.113 Crores against Rs.79 Crores in Q1 of last year. Compared to Q4 of FY 23, profit was lower by 17 percent as we had an exceptional income of Rs.25 Crores reported in Q4 of last financial year. Without considering the exceptional income in Q4 of FY 23, the growth in Q1 FY 24 profit sequentially would be 1%. At standalone level, it increased by 28 percent QoQ to Rs.93 Crores from Rs.73 Cr during last year.

The capital expenditure incurred during the quarter was Rs.55 Crores at consolidated level. The debt equity ratio at the consolidated level was 0.06. Cash and cash equivalents net of borrowings was at Rs.190 Crores.

Consolidated Segmental Operating Performance

Abrasives

Segment revenue for the quarter was almost flat at Rs.519 Crores compared to Rs.513 Crores in Q1 of last year. Standalone Abrasives grew by 5 percent to Rs.282 Crores against Rs.269 Crores. The domestic subsidiary and the subsidiary in America registered double digit growth. Sales from Awuko and Rhodius for the quarter was flat due to recessionary trends in Europe.

Profit before finance cost and tax was better by 75 percent at Rs.31 Crores as against Rs.18 Crores in Q1 of last year. This was on account of better profit margins from standalone and increase in profits from domestic and American subsidiaries.

Electro Minerals

Segment revenue was at Rs.418 Crores versus Rs.406 Crores in Q1 of last year, resulting in marginal increase of 3 percent. Standalone Electro Minerals grew by 10 percent to Rs.197 Crores from Rs.179 Crores on back of volume growth and product mix. Volzhsky Abrasives Works, Russia and Foskor Zirconia (Pty) Limited, South Africa were almost flat.

Profit before finance cost and tax was at Rs.74 Crores as against Rs.59 Crores in Q1 of last year. A significant portion of Profits came from Russian subsidiary. At standalone level, it grew by 59 percent to Rs.23 Cr sequentially but de-grew 25 percent QoQ due to easing of commodity pricing.

Ceramics

Segment revenue was higher by 18 percent at Rs.287 Crores as against Rs.243 Crores in Q1 of last year. Standalone Ceramics grew by 19 percent to Rs.231 Crores from Rs.193 Crores on account of strong demand across end user industries and geographies. The subsidiaries in Australia and America also registered significant growth.

Profit before finance costs and tax grew by 39 percent to Rs.81 Crores from Rs.58 Crores on account of growth in volume, better realization and product mix.



About Murugappa Group

Founded in 1900, the INR 742 Billion (INR 74,220 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has ten listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., CG Power and Industrial Solutions Ltd., Cholamandalam Financial Holdings Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Shanthi Gears Ltd., Tube Investments of India Ltd. and Wendt (India) Ltd.

The Group's businesses hold leadership positions in several product lines including Abrasives, Technical Ceramics, Electro Minerals, Auto Components & Systems, Power Conversion Equipment, Transformers & Reactors for the Power T&D segment, Solutions for Railways in Rolling Stock & Signalling Equipment, Bicycles, Fertilisers, Sugar, Tea and Spirulina (Nutraceuticals). The Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group's businesses serve customers across the length and breadth of India and in over 50 countries.

Renowned brands like BSA, Hercules, Montra, Mach City, Ballmaster, Ajax, Rhodius, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 73,000 employees.

For more details, visit <https://www.murugappa.com/>

For further information, please contact:

Sruthi Radhakrishnan
Murugappa Group
+91-96000 05932

Shamitha Hegde
Adfactors PR
+91-90031 07361